## COMMONWEALTH OF VIRGINIA VIRGINIA GAS AND OIL BOARD HEARINGS CORRECTED March 13, 2012

Pursuant to Sections 45.1-361.9B and 45.1361.22.B of the Code of Virginia, the Virginia Gas and Oil Board will hold its scheduled monthly hearing commencing at 9 a.m. on Tuesday, March 13, 2012, at the Russell County Government Conference Center, 139 Highland Drive, Lebanon, Virginia.

- The board will receive public comments.
   No public comments
- The Board will hear a petition filed by Scott Sexton, Counsel for Big Vein Companies appealing the decision rendered by the Division of Gas and Oil Director for IFFC-24014, Unit D20SH, Application Number 18912. Docket Number VGOB-12-0313-3037.
   Scott Sexton/Charlie Hart (Big Vein) - Mark Swartz (CNX)
- 3. A petition from EQT Production Company on behalf of Cheryl Fields, Teresa Campbell and Range Resources-Pine Mountain, Inc. for disbursement of funds from escrow regarding Tract 4, Unit 702835, Russell County, Virginia. Docket Number VGOB-98-0324-0642-03.

Continued to April

 A petition from EQT Production Company on behalf of Troy W. Williams II, William Grant Williams and Range Resources-Pine Mountain, Inc. for disbursement of funds from escrow regarding Tract 9, Unit VC-536244, Dickenson County, Virginia. Docket Number VGOB-09-1215-2648-01.

Tract 9 partial disbursement (spilt agreement with Range Resources-permanent release of CBM)-01-13-12

Approved Shea Cook paid

Direct pay in the future-Approved

 A petition from EQT Production Company on behalf of Don W. Ashworth and Cynthia L. Ashworth, Graham K. Tiller and Betty Tiller, Dr. Halbert E. Ashworth and Peggy Ashworth and Range Resources-Pine Mountain, Inc. for disbursement of funds from escrow regarding Tracts 1, 3 and 4, Unit 501842, Dickenson County, Virginia. Docket Number VGOB-07-0417-1919-01.

Partial disbursement-release from Range Resources-future pay directly Does not close the account-Approved

 A petition from EQT Production Company on behalf of Hurley Ratliff (Life Estate) and Range Resources-Pine Mountain, Inc. for disbursement of funds from escrow regarding Tract 2, Unit VC-537307, Buchanan County, Virginia. Docket Number VGOB-09-1020-2617-01.

Full disbursement-close the account-release from Range Resource 11-2011 Approved-Shea Cook

- 7. A petition from EQT Production Company on behalf of Charles Counts and Katherine Counts, Cheri Lyn Simoneko, Connie and Bill Godfrey, Nicole Lyn and Daniel M. Connolly, Nigel Counts (Heir of Madeline M. Counts) and Range Resources-Pine Mountain, Inc. for disbursement of funds from escrow regarding Tracts 3 & 4, Unit VC-536087, Dickenson County, Virginia. Docket Number VGOB-06-0919-1716-01.
  11-2011 Pay directly in the future Full disbursement –Closes the account- Approved Shea cook
- A petition from EQT Production Company on behalf of Troy W. Williams II, William Grant Williams and Range Resources-Pine Mountain, Inc. for disbursement of funds from escrow regarding Tract 2, Unit VC-3356, Dickenson County Virginia. Docket Number VGOB-98-0915-0683-01.

Partial disbursement 100% release from Range 12-2011 Approved Shea Cook paid

 A petition from EQT Production Company on behalf of George D. and Carol R. Smith and Range Resources-Pine Mountain, Inc. for disbursement of funds from escrow regarding Tract 2, Unit VC-504509, Dickenson County, Virginia. Docket Number VGOB-01-0120-0986-03.

Partial disbursement -100% release- from Range 12-2011-pay directly in the future- Approved Shea Cook paid.

 A petition from EQT Production Company on behalf of George D and Carol R. Smith and Range Resources-Pine Mountain, Inc. for disbursement of funds from escrow regarding Tracts 5 & 9, Unit VC-503042, Dickenson County, Virginia. Docket Number VGO-04-1214-1373-04.

The Petition was approved for disbursement for tracts 5 & 9.

11. A petition from EQT Production Company on behalf of George D. and Carol R. Smith and Range Resources-Pine Mountain, Inc. for disbursement of funds from escrow regarding Tracts 5 & 9, Unit VC-503042, Dickenson County, Virginia. Docket Number VGOB-04-1214-1373-04.

Partial disbursement -100% release from Range 12-2011-pay directly in the future- Approved Shea Cook paid-need a letter from Mr. Cook

12. A petition from EQT Production Company on behalf of Hurley Ratliff (Life Estate) and Range Resources-Pine Mountain, Inc. for disbursement of funds from escrow regarding Tract 1, Unit VC-536636, Buchanan County, Virginia. Docket Number VGOB-09-1117-2635-01.

Partial disbursement -100% release from Range 12-2011-pay directly in the future-Approved Shea Cook

13. A petition from EQT Production Company on behalf of Hurley Ratliff (Life Estate) and Range Resources-Pine Mountain, Inc. for disbursement of funds from escrow regarding Tract 1, Unit VC-536630, Buchanan County, Virginia. Docket Number VGOB-09-1117-2633-01.

Partial disbursement -100% release from Range 12-2011-pay directly in the future-Approved Shea Cook paid-need a letter from Mr. Cook

Partial disbursement -100% release from Range 10-2011-pay directly in the future-Approved Shea Cook

 A petition from CNX Gas Company, LLC for the disbursement of funds from escrow for a portion of Tract 3, Unit S-35, Buchanan County, Virginia. Docket Number VGOB-98-0915-0681-07.

Anita will furnish new copies to Diane (blurred).

Pay future people directly

S-35A & B - Approved

 A petition from CNX Gas Company, LLC for the disbursement of funds from escrow for a portion of Tract 3 and 3C, Unit S-36, Buchanan County, Virginia. Docket Number VGOB-98-0324-0626-09.

Production is going to the Buchanan #1 gob

Pay directly in the future. (50/50 royalty split). Approved

16. A petition from CNX Gas Company, LLC for the disbursement of funds from escrow and authorization of direct payment of royalties from Tracts 1E, 2A and 2B, Unit AV-124, Russell County, Virginia. Docket Number VGOB-02-0820-1050-01. 50/50 royalty split removed Marcella King on (revised documents A1, E, EE).

12-31-2011 pay directly in the future- Approved

17. A petition from CNX Gas Company, LLC for the disbursement of funds from escrow and authorization of direct payment of royalties from Tracts 2C & 2D, Unit AV-125, Russell County, Virginia. Docket Number VGOB-02-0820-1051-01.

PARTIAL DISBURSEMENT-NOT A CLOSED ACCOUNT (SPLIT AGREEMENT 50/50)

PAY DIRECTLY SPLIT AGREEMENT- Approved

18. A petition from CNX Gas Company, LLC for the disbursement of funds from escrow and authorization of direct payment of royalties from Tracts 1E, 2A and 2B, Unit AW-124, Russell County, Virginia. Docket Number VGOB-03-1118-1223-01. Remove Marcella Perkins King

Need a revised front sheet.

Approved

 A petition from Range Resources-Pine Mountain, Inc. for a well location exception for proposed well 900007, Rock Lick District, Buchanan County, Virginia. Docket Number VGOB-12-0221-3034. Continued from February. Submitted mailing affidavit and exhibit AA- Approved A petition from CNX Gas Company, LLC for pooling of coalbed methane Unit

DD-13, Hurricane District, Buchanan County, Virginia. Docket Number VGOB-12-0313-3038.

Have leased 97.362% coal and gas seeking to pool remainder.

John Sheffield testified on permitting issues and election issues. Approved

20. CNX Gas Company, LLC requested that Docket Item 10-0817-2779 for wells N79 and N79A be placed on the docket for correction of testimony and submission of exhibits.

Submitted revised documents Approved the submittal of the revisions

 A petition from Range Resources-Pine Mountain, Inc. for a well location exception for proposed well 900090, Rock Lick District, Buchanan County, Virginia. Docket Number VGOB-12-0313-3039.

Submitted mailing affidavit and exhibit AA- Approved

22. A petition from Range Resources-Pine Mountain, Inc. for a well location exception for proposed well 900023, Sandlick District, Dickenson County, Virginia. Docket Number VGOB-12-0313-3040.

Submitted mailing affidavit and exhibit AA- Approved Have unknowns in this well.

Moved location from an occupied trailer (min. 200 feet).

23. A petition from Range Resources-Pine Mountain, Inc. for a well location exception for proposed well V-530332, Ervinton District, Dickenson County, Virginia. Docket Number VGOB-12-0313-3041.

Submitted mailing affidavit and exhibit AA- Approved Moved because of preexisting road and surface condition (minimize surface disturbance)

 A petition from Range Resources-Pine Mountain, Inc. for a well location exception for proposed well 900035, Sandlick District, Dickenson County, Virginia. Docket Number VGOB-12-0313-3042.

Submitted mailing affidavit and exhibit AA- Approved Unknowns in this application.

 A petition from Range Resources-Pine Mountain, Inc. for a well location exception for proposed well 900067, Prater District, Buchanan County, Virginia. Docket Number VGOB-12-0313-3043.

Submitted mailing affidavit and exhibit AA- Approved Maximize recovery

 A petition from Range Resources-Pine Mountain, Inc. for a well location exception for proposed well V-530334, Ervinton District, Dickenson County, Virginia. Docket Number VGOB-12-0313-3044.

Submitted mailing affidavit and exhibit AA- Approved EQT operates adjacent wells/Range drilled the well. Topographic conditions and pre-existing road (less environmental damage).

27. A petition from Range Resources-Pine Mountain, Inc. for establishment of a drilling unit and pooling for a conventional well 900023, Sandlick District, Dickenson County, Virginia. Docket Number VGOB-12-0313-3045.

Submitted mailing affidavit and exhibit B, and 2 due diligence letters of unknowns in this application. Approved Tract 23 and 28 is escrowed.

28. A petition from Range Resources-Pine Mountain, Inc. for establishment of a drilling unit and pooling for conventional well 900035, Sandlick District, Dickenson County, Virginia. Docket Number VGOB-12-0313-3046.

Submitted mailing affidavit and exhibit B, and 2 due diligence letters of unknowns in this application (several heirs). Approved.

- 29. The Board will receive an update of Board and Division activities from staff.
- 30. The Board will review the February 2012 minutes for approval.

Information concerning the above docket items can be viewed from 8 a.m. to 5 p.m., Monday through Friday at the office of the Department of Mines, Minerals and Energy, Division of Gas and Oil, 135 Highland Drive, Lebanon, Virginia. All questions concerning the agenda should be directed to the Division of Gas and Oil by telephoning 276-415-9700.

Special accommodations for the disabled will be made available at the hearing on request. Anyone needing special accommodations for the March, 2012 hearing should contact the Department of Mines, Minerals and Energy at 276-415-9700 or by calling the Virginia Relay Center TTY/TDD at 1-800-828-1120 or 1140 by March 8, 2012.

The deadline for filing of petitions to the Board for the April 2012 hearing is 5 p.m., Friday, March 16, 2012 with the April hearing scheduled for Tuesday, April 17, 2012, at the Russell County Government Complex, Conference Center, 135 Highland Drive, Lebanon, Virginia.